

Norman H. Bangerter, Governor Dee C. Hansen, Executive Director Dianne R. Nielson, Ph.D., Division Director

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July 23, 1986

TO: Kenneth E. May, Associate Director, Mining

THRU: Lowell P. Braxton, Administrator, Mineral Resources

Development and Reclamation Program

FROM: Pamela Grubaugh-Littig, Reclamation Engineer

RE: Board Action Recommended for Silver Reef Mine, ACT/053/022, Washington County, Utah.

A letter sent to Kerley Industries on June 12, 1986, requested an escalated bond amount be posted by July 1, 1986, and a letter of explanation outlining the future plans of the Silver Reef Mine be submitted. As of this date, neither of these requests have been received by the Division.

The history of this operation of failure to comply with Division requests, combined with the recent failure to update the reclamation bond, justifies an Order to Show Cause similar to the previous Petition to the Board on August 23, 1984 that requested full and complete reclamation.

The permitting history of this operation is attached in a memo to John J. Whitehead, Permit Supervisor and Reclamation Hydrologist, from myself, dated March 12, 1986. Other pertinent correspondence has also been attached for your information.

Attachments cc: John J. Whitehead djh 9075R-61